

TABLE 17 - Calculation of Waiver Cost Effectiveness

	Year 1	Year 2	Year 3	Year 4	Year 5
Total With Waiver Costs	FY 00-01	FY 01-02	FY 02-03	FY 03-04	FY 04-05
PMPM Payments	136,382,580	130,067,758	135,243,389	139,038,440	145,901,471
Total Adjustments	2,163,785	16,092,316	15,357,180	16,002,441	16,246,650
Gross With Waiver Costs	138,546,365	146,160,074	150,600,569	155,040,881	162,148,121
Additional Admin Costs	<u>546,811</u>	<u>563,898</u>	<u>592,017</u>	<u>607,542</u>	<u>623,533</u>
Net With Waiver Costs	\$139,093,176	\$146,723,972	\$151,192,586	\$155,648,423	\$162,771,654
Total Without Waiver Costs					
Projected PMPM Payments	168,172,203	187,901,851	202,801,221	217,108,509	232,570,224
Total Adjustments	<u>0</u>	<u>3,794,766</u>	<u>5,992,345</u>	<u>6,637,606</u>	<u>6,716,063</u>
Total Without Waiver Costs	\$168,172,203	\$191,696,617	\$208,793,566	\$223,746,115	\$239,286,287
Gross Program Savings	\$ 29,625,838	\$ 45,536,543	\$ 58,192,997	\$ 68,705,234	\$ 77,138,166
Net Program Savings	\$ 29,079,027	\$ 44,972,645	\$ 57,600,980	\$ 68,097,692	\$ 76,514,633
Net Savings as Percent of Without Waiver Costs	17.29%	23.46%	27.59%	30.44%	31.98%

SUMMARY of Gross Cost Effectiveness

	Without Waiver	Net Costs With Waiver	Savings	% Savings
Actuals				
FY 00-01 (Year 1)	168,172,203	139,093,176	29,079,027	17.29%
FY 01-02 (Year 2)	<u>191,696,617</u>	<u>146,723,972</u>	<u>44,972,645</u>	<u>23.46%</u>
TOTAL	359,868,820	285,817,148	74,051,672	20.58%
Projections				
FY 02-03 (Year 3)	208,793,566	151,192,586	57,600,980	27.59%
FY 03-04 (Year 4)	223,746,115	155,648,423	68,097,692	30.44%
FY 04-05 (Year 5)	<u>239,286,287</u>	<u>162,771,654</u>	<u>76,514,633</u>	<u>31.98%</u>
TOTAL	671,825,968	469,612,663	202,213,305	30.10%